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INTERVENTION

RECEIVED AZ CORP COMMISSION

OF COUNSEL LAWRENCE V. ROBERTSON, JR. A PARTTENTO PRACTICE IN:

NEVADA, TEXAS, WYOMING, DISTRICT OF COLUMBIA

DOCUMENT CONTAIND PETERS, P.L.C.

OF COUNSEL OGARRIO Y DIAZ ABOGADOS MEXICO, D.F., MEXICO (LICENSED SOLELY IN MEXICO)

May 25, 1999

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Ms. Nancy Kole **Docket Control Division Arizona Corporation Commission** 1200 West Washington Phoenix, Arizona 85007

> Docket Nos. E-01345A-98-0473; E-01345A-97-07734 RE-00000C-94-0165 RE:

Dear Ms. Kole:

Enclosed for filing are the original and ten (10) copies of PG&E Energy Services Corporation's Application for Leave to Intervene in the above matters. I have also enclosed an additional copy to be conformed and returned to my office in the enclosed self-addressed and stamped envelope.

Please let me know if you have any questions regarding the enclosed materials.

Very truly yours,

Lawrence V. Robertson, Jr.

LVR:djb

Enclosures

Doug Oglesby, PG&E Energy Services cc:

Laurence V. Robertu, J.

BEFORE THE ARIZONA CORPORATION 1 AZ CORP COMMISSION 2 CARL J. KUNASEK May 27 12 22 PM 199 3 Commissioner-Chairman JIM IRVIN 4 Commissioner DOCUMENT CONTROL 5 TONY WEST Commissioner 6 7 IN THE MATER OF THE APPLICATION 8 OF ARIZONA PUBLIC SERVICE COMPANY FOR APPROVAL OF ITS DOCKET NO. E-01345A-98-0473 9 PLAN FOR STRANDED COST RECOVERY 10 11 IN THE MATTER OF FILING OF 12 ARIZONA PUBLIC SERVICE COMPANY DOCKET NO. E-01345A-97-0773 13 OF UNBUNDLED TARIFFS PURSUANT TO A.A.C. R14-2-1601 ET SEQ. 14 15 16 IN THE MATTER OF COMPETITION IN THE PROVISION OF ELECTRIC DOCKET NO. RE-00000C-94-0165 17 SERVICES THROUGHOUT THE STATE OF ARIZONA 18 19 20 APPLICATION OF PG&E ENERGY SERVICES CORPORATION FOR LEAVE TO INTERVENE 21 22 Pursuant to A.A.C. R14-3-105, PG&E Energy Services Corporation ("Applicant") hereby 23 submits this Application For Leave To Intervene ("Application") in the above-captioned 24 proceedings. In support of its Application, Applicant submits the following: 25 26 27

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IDENTITY AND NATURE OF APPLICANT'S INTEREST IN THE SUBJECT PROCEEDINGS

Applicant is a wholly owned subsidiary of PG&E Corporation, an energy based holding company headquartered in San Francisco, California. Applicant is also a nation-wide marketer of retail energy services and products; and was certificated by the Commission in its Decision Nos. 61303 and 61496 as an Electric Service Provider to provide the competitive services therein authorized in Arizona's emerging competitive retail electric market. In fact, Applicant was the first new entrant to be so certificated.

By reason of the foregoing, Applicant is directly and substantially affected by any Commission action(s) and approval(s) which govern or determine the terms and conditions under which competition in electric generation and other competitive services is to be introduced in the State of Arizona. The May 14,1999 Settlement Agreement filed by Arizona Public Service Company ("APS") on May 17, 1999, by its very terms, contemplates and requires such action(s) and approval(s) by the Commission. In addition, the May 17, 1999 Notice of Filing and Application For Approval submitted with the Settlement Agreement expressly states

> "The parties . . . entered into the Settlement Agreement for the purpose of agreeing upon terms and conditions for the introduction of competition in generation and other competitive services [in the service area of the largest Affected Utility in the state]" [see Notice at page 1] [emphasis added]

As a consequence, Applicant and its interest as a state-wide certificated Electric Service Provider are directly and substantially affected by any proceedings the Commission may conduct, 1

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and any action(s) and approval(s) it may undertake or issue, in the above-captioned proceedings with reference to the May 14, 1999 Settlement Agreement and the May 17, 1999 Notice of Filing and Application For Approval.

II. APPLICANT'S INTERVENTION AND PARTICIPATION WILL NOT UNDULY BROADEN THE ISSUES

The issues and matters which Applicant desires to address are presented by the provisions of the Settlement Agreement itself. Applicant does not envision that its intervention and participation will unduly broaden those issues which the Commission will be required to resolve incident to a determination as to whether the Settlement Agreement should be approved, modified or rejected.

III. NO OTHER PARTY OR PARTICIPANT HAS INTERESTS OR POSITIONS SUBSTANTIALLY SIMILAR TO APPLICANT

In a competitive market environment, no two competitors have substantially similar interests or positions. This is particularly true when that market environment is still in an embryonic stage, as is the situation in Arizona at present. Moreover, none of the signatory parties to the Settlement Agreement have interests and positions substantially similar to Applicant within the context of the Settlement Agreement itself. APS's (and it parent and affiliates) interest(s) and position(s) are those of a competitor to Applicant. The Residential Utility Consumer Office and the Arizona Community Action Association represent predominantly a residential consumer perspective. Arizonans For Electric Choice and Competitive represents predominantly an industrial and commercial consumer perspective. Only Applicant is in a posture to speak for or adequately represent its particular interest(s) and position(s)

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WHEREFORE, PG&E Energy Services Corporation (i) believes it has clearly satisfied the prerequisites governing intervention specified in A.A.C. R14-3-105, and (ii) hereby requests that it be allowed to intervene and fully participate in any and all proceedings conducted in the above-captioned dockets in connection with the May 14, 1999 Settlement Agreement and the May 17, 1999 Notice of Filing and Application For Approval.

DATED this 24th day of May, 1999.

Respectfully submitted,

PG&E Energy Services Corporation

Lawrence V. Robertson, Jr.
MUNGER CHADWICK, P.L.C.

National Bank Plaza
333 North Wilmot, Suite 300
Tucson, Arizona 85711

A copy of the foregoing mailed this ____ day of May, 1999, to:

Steve M. Wheeler Snell & Wilmer One Arizona Center 400 East Van Buren Street Phoenix, AZ 85004-0001

Paul Bullis, Chief Counsel Legal Division ACC 1200 West Washington Street Phoenix, AZ 85007

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